

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 2221 - SB 2202

February 10, 2022

SUMMARY OF BILL: Prohibits a homeowners' association (HOA) from assessing a convenience fee against a property owner or property covered by the dedicatory instrument of the HOA on or after July 1, 2022.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumption:

- The proposed language concerns transactions between private parties; therefore, any fiscal impact to state or local government is estimated to be not significant.

IMPACT TO COMMERCE:

Other Commerce Impact – A precise decrease in business revenue cannot reasonably be determined due to multiple unknown factors.

Assumptions:

- The proposed legislation will result in a decrease in business revenue for certain HOAs.
- Under current law, HOAs may choose to operate as a profit or nonprofit corporation, a limited liability company, or an unincorporated association.
- A precise decrease in revenue cannot reasonably be determined due to multiple unknown factors such as the number of HOAs operating in the state, the profit or non-profit status of each HOA, the number of HOAs that assess a convenience fee, and the amount of such fee assessed.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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